

AGENCY ESTIMATE  
OF THE FISCAL IMPACT OF IMPLEMENTING

**REVISED 1st Sub. S.B. 60 2011 General Session**

**Pilot Accountability Permit Program and Identity Related Amendments**

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**A. Short Form** (For bills that have no impact on the state, local governments, businesses, or individuals.)

If you can check all five boxes to the right, you're almost done. If the bill obviously doesn't have an impact, you're done.

- |                                     |   |
|-------------------------------------|---|
| <input checked="" type="checkbox"/> | State agencies will not require an appropriation to implement the bill. |
| <input checked="" type="checkbox"/> | There is no fiscal impact on local governments.                         |
| <input checked="" type="checkbox"/> | There is no fiscal impact on businesses.                                |
| <input type="checkbox"/>            | There is no fiscal impact on individuals.                               |
| <input type="checkbox"/>            | The bill will not affect revenues.                                      |

If it isn't so obvious, explain what's going on. The most usual explanation is the codification of existing practices.

If necessary, explain why this bill has no fiscal impact.

Attachments welcome.

**B. What parts of the bill cause fiscal impact?**

Cite specific sections or line numbers.

Lines 558 thru 589

**C. Which program gets the appropriation?**

Enter 3 letter Appropriation Unit Code.

**For multiple appropriations**

This is  of

**D. Work Notes: Assumptions, calculations & what are we buying?**

Explain the fiscal impact in plain English, detailing your assumptions, methods, & calculations.

List all direct costs. Identify one-time and ongoing costs. Detail FTE impacts.

Do not say, "\$50,000 in Current Expense." Be very specific about what this \$50,000 will buy.

Attachments encouraged.

**REVISED** - See the attached tab titled "Fiscal Impact Projection". The impact has been estimated based on Assumptions (items in **Black**) and Projections (items in **Blue**). This **REVISION** is based on assumption changes requested by the Legislative Fiscal Analyst. The impact estimate contemplates that the Legislature would allocate revenues from the Restricted Account indicated in Section 53-16-203 of 1st Sub SB 60 to the Utah State Office of Education in order to cover a portion of start up and ongoing costs for administration of its portion of the Program. Further the estimate assumes the testing contractors will remit an add-on fee to the USOE to further defray the cost. Based on an assumption of 60,000 permit seekers in the initial year, and a reasonable add-on fee for the permit process and testing process, start up costs could be recovered over the first couple years of the program. This assumes the program would be renewed for at least one or two additional years.

**PART D. CONTINUED BELOW -**

**E. REVENUES**

Select Fund

Current Budget Year  
FY 2011

Coming Budget Year  
FY 2012

Future Budget Year  
FY 2013

Uniform School Fund

363,889

363,889

<b>Total</b>	0	363,889	363,889

## F. COSTS by FUND

Select Fund	Current Budget Year FY 2011	Coming Budget Year FY 2012	Future Budget Year FY 2013
Uniform School Fund		543,889	183,889
<b>Total</b>	0	543,889	183,889

## G. COSTS by EXPENDITURE CATEGORY.

Expenses by Category	Current Budget Year FY 2011	Coming Budget Year FY 2012	Future Budget Year FY 2013
Personal Services		148,889	148,889
Travel			
Current Expense		395,000	35,000
DP Current Expense			
DP Capital Outlay			
Capital Outlay			
Other/Pass Thru			
<b>Total</b>	0	543,889	183,889

## H. Non-State Impacts

Your estimate of how will the bill affect:

### Local Governments

Certain School Districts and other community organizations provide the Alternative, Adult Education and GED Testing Services Program run through the State Office of Education. They would provide much of the infrastructure for this new testing program.

### Businesses

### Individuals

Individuals who wish to obtain Permit A or Permit B will be required to pay for the costs of 160 hours of aggregate training and any testing costs.

2010 Version 11.09

This is a draft fiscal note response from the Utah State Office of Education (USOE) and may be revised in the future.

Attachments welcome.

**PART D. CONTINUED** - However, if that testing level is not met, or the program is not renewed, it is possible that costs would NOT be recovered through testing and permitting fee revenue. The revenues shown in Section E. would be derived from the appropriation and add-on testing fee. In evaluation with internal staff, it appears the most cost effective way to administer the record retention portion of the testing program is to adjust current systems in place at the USOE, rather than at the Contractor level. Please call with any questions, comments, or requests for additional information.

REVISED 1ST SUB. S.B. 60 - PILOT ACCOUNTABILITY PERMIT PROGRAM AND IDENTITY RELATED AMENDMENTS					
	Assumptions		Projections	Projections	Projections
Approximate number of undocumented workers in Utah - 2009 estimate, Projection of Permit Seekers	110,000		10,000	30,000	60,000
Estimated number of total tests (English and Civics) on an annual basis	2		20,000	60,000	120,000
Estimated number of required testing facilities - State wide distribution	5		10	30	60
Program Start Up Costs					
Rule Drafting and Processing	\$10,000		\$10,000	\$10,000	\$10,000
Procurement Process to contract with Third Party Administrators for Adult Testing per Facility	\$5,000		\$50,000	\$150,000	\$300,000
Minimum projected cost to adjust current database of test history and outcomes, and record retention	\$50,000		\$50,000	\$50,000	\$50,000
Ongoing Program Costs					
Program Coordinator - Adult Testing, and Minor Testing Documentation Coordinator, Proficiency Standards	\$148,889		\$148,889	\$148,889	\$148,889
Additional Administrative Costs and Expenses	\$35,000		\$35,000	\$35,000	\$35,000
State Appropriation - Annualized Fixed Costs in First Year of S.B. 60					
Annualized Fixed Costs in subsequent years of S.B. 60			\$183,889	\$183,889	\$183,889
Ongoing State Appropriation					
Projected Permit Add On Fee for full cost recovery			\$11.94	\$4.81	\$3.03
Program Revenue for increase in permit fee for Restricted Account per Section 53-16-203			\$119,445	\$144,445	\$181,945
Projected Testing Add On Fee for full cost recovery			\$5.97	\$2.41	\$1.52
Program Revenue for increase in testing fee to be remitted to USOE by Contractors			\$119,445	\$144,445	\$181,945
Total Revenue to offset costs			\$238,889	\$288,889	\$363,889